THE CITY OF

Office of City Administrator Greg L. Sparks

December 8, 2006

Mr. Vernon A. Williams Secretary Surface Transportation Board 1925 K Street, N.W., Room 700 Washington, DC 20006



OWATONNA

540 West Hills Circle Owatonna, MN 55060 Ph. (507) 444-4301 FAX: (507) 444-4394

E-Mail: gregs@ci.owatonna.mn.us



Re:

Finance Docket No. 34177

Iowa, Chicago & Eastern Railroad Corporation -- Acquisition and Operation Exemption -- Lines of I&M Rail Link, LLC

Finance Docket No. 34178

Dakota, Minnesota & Eastern Railroad Corporation and Cedar American Rail Holdings, Inc. -- Control -- Iowa, Chicago & Eastern Railroad Corporation

Dear Secretary Williams:

Please be advised that the City of Owatonna, MN, supports IC&E's and DM&E's petition in this case and urges the STB to finalize this acquisition and control case.

We have received a copy of the IC&E/DM&E Notice, and in response, we urge that you act expeditiously and favorably on IC&E's request in this case. The City of Owatonna supports IC&E in this matter and believes it will result in improved rail service in lowa and our community. Owatonna and the IC&E have negotiated an agreement, addressing issues that might potentially arise from any increased traffic. This case does not appear to warrant further environmental or other reviews.

Thank you for your consideration of our request.

Sincerely,

Greg L/Sparks

City Administrator

ENTERED Office of Proceedings

DEC 2 7 2006

Part of Public Record

GLS/dh

cc: Mark Walbran, City Attorney

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